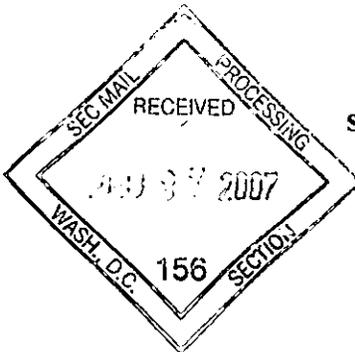




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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL  
OMB Number: 3235-0123  
Expires: February 28, 2007  
Estimated average burden  
hours per response..... 12.00

**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

SEC FILE NUMBER  
8- 52229

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/06 AND ENDING 12/31/06  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Newcourt Securities, Ltd.

OFFICIAL USE ONLY  
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

23 Waring Road  
(No. and Street)

Pound Ridge New York 10576  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Peter Lawrence (914) 764-1590  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Trainer, John Thomas  
(Name - if individual, state last, first, middle name)

76-21 266 St New Hyde Park New York 11040  
(Address) (City) (State) (Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

PROCESSED

MAR 12 2007

**FOR OFFICIAL USE ONLY**  
THOMSON  
FINANCIAL

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

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OATH OR AFFIRMATION

I, Peter Lawrence, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Newcourt Securities, Ltd. as of December 31, 20 06, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

  
Signature

President Title

  
Notary Public

**BRIDGET ASARO**  
Notary Public, State of New York  
No. 24-01AS 4695708  
Qualified in Westchester County  
Commission Expires 2/28/2010

This report \*\* contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**NEWCOURT SECURITIES, LTD.**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

# NEWCOURT SECURITIES, LTD.

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John T. Trainor  
Certified Public Accountant  
76-21 266 St  
New Hyde Park, New York 11040

718-343-8865

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Attn: Mr. Peter Lawrence  
Newcourt Securities, Ltd.  
Pound Ridge, NY 10576

I have audited the accompanying statement of financial condition of Newcourt Securities, Ltd., as of December 31, 2006, the related statements of income, changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Newcourt Securities, Ltd. as of December 31, 2006, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Member of:  
American Institute of Certified Public Accountants  
New York State Society of Certified Public Accountants  
Association of Government Accountants

I conducted my audit for the purpose of forming an opinion on the basic financial statements taken as a whole. The information included in Schedule 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

  
John T. Trainor  
Certified Public Accountant

New Hyde Park, NY  
February 28, 2007

Member of:  
American Institute of Certified Public Accountants  
New York State Society of Certified Public Accountants  
Association of Government Accountants

**Newcourt Securities, Ltd.**  
Statement of Financial Condition  
December 31, 2006

**Assets**

**Current Assets**

Cash In Bank - Chase Business Checking	\$ 93,110
Cash In Bank - Chase Business Money Market	9
FSW Clearing Account	42,493
FSW Good Faith Account	100,000
U.S. Treasury MM Account	66,210
Prepaid Expenses	3,651

**Total Current Assets** \$ 305,472

**Fixed Assets**

Fixed Assets	58,269
Accumulated Depreciation	(58,269)

**Total Fixed Assets** -

**Total Assets** 305,472

**Liabilities and Equity**

**Current Liabilities**

Accounts Payable	\$ 52,708
Accounts Payable-American Express	5,312

**Total Current Liabilities** \$ 58,020

**Equity**

Common Stock	1,000
Paid-in Capital	242,000
Retained Earnings (AAA)	4,452

**Total Equity** 247,452

**Total Liabilities and Equity** \$ 305,472

See Independent Auditor's Report and Accompanying Notes

**Newcourt Securities, Ltd.**  
**Statement of Income**  
For the Year Ended December 31, 2006

<b>Revenue</b>		
Commissions	\$	747,972
<b>Total Revenue</b>		<b>\$747,972</b>
<b>Operating Expenses</b>		
Payroll - Officers	\$	135,000
Payroll - Other		108,880
Ticket Charges		59,882
Depreciation Expense		39,127
Software Licensing		22,833
Travel and Auto Expense		18,815
Taxes		16,522
Health Insurance		15,765
Professional Fees		10,401
Entertainment		10,268
Telephone		10,003
Advertising		7,250
Office Expense		5,289
Insurance		1,752
Dues, Fees & Subscriptions		1,635
Charitable Contributions		1,000
Meals		594
Payroll Service		379
Bank Charges		287
<b>Total Expenses</b>		<b>465,683</b>
<b>Operating Income</b>		<b>\$282,289</b>
Other Income (Expense)		
Interest Income		3,211
U.S. Treasury MM Fund Income	\$	2,829
<b>Total Other Income (Expense)</b>		<b>6,041</b>
<b>Net Income (Loss)</b>		<b>\$288,330</b>

See Independent Auditor's Report and Accompanying Notes

**Newcourt Securities, Ltd.**  
Statement of Cash Flows  
For the Year Ended December 31, 2006

**Operating Activities**

Net Income	\$ 288,330
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Accounts Payable	51,657
American Express Corporate Card	(511)
Accrued Pension Payable	(38,122)
Accrued Pension Payable: Accrued 401K Payable	(28,000)
Payroll Taxes Payable	<u>(41,931)</u>
 Net Cash Provided By Operating Activities	 231,422

**Investing Activities**

Accumulated Depreciation	26,225
Office Mechanicals	<u>(26,225)</u>

Net Cash Provided by Investing Activities

-

**Financing Activities**

Retained Earnings	(3,197,826)
Withdrawals	<u>2,908,545</u>

Net Cash Provided by Financing Activities

(289,280)

Net Cash Increase for the Period

(57,859)

Cash at January 1, 2006

135,259

Cash at December 31, 2006

\$ 193,118

See Independent Auditor's Report and Accompanying Notes

**Newcourt Securities, Ltd.**  
Statement of Changes in Stockholders' Equity  
For the Year Ended December 31, 2006

	<u>Common Stock</u>	<u>Paid-in Capital</u>	<u>Retained Earnings</u>
Balance, January 1, 2006	\$ 1,000	\$ 242,000	\$ 5,402
Capital Additions/Owner Draw	-		(289,280)
Net Income (Loss)			<u>288,330</u>
Balance, December 31, 2006	<u>\$ 1,000</u>	<u>\$ 242,000</u>	<u>\$ 4,452</u>

See Independent Auditor's Report and Accompanying Notes

**Newcourt Securities, Ltd.**  
 Computation of Net Capital Under Rule 15C3-1 of the  
 Securities and Exchange Commission  
 For the Year Ended December 31, 2006

Net Capital	
Total Stockholders' Equity	\$247,452
Deductions and/or Charges	
Non-Allowable Assets	<u>3,651</u>
Net Capital Before Haircuts on Securities Position	\$243,801
Haircuts on Securities Position	<u>1,324</u>
Net Capital (Note 2)	\$242,477
Aggregate Indebtedness (Note 2)	
Items Included in the Statement of Financial Condition	
Accounts Payable and Accrued Expenses	\$ 58,020
Computation of Basic Net Capital Requirement	
A. Minimum Net Capital Required (6-2/3% of Total Aggregate Indebtedness)	3,868
B. Minimum Dollar Net Capital Required	5,000
Net Capital Required (Greater of A or B)	5,000
Excess Net Capital	<u>\$237,477</u>

See Independent Auditor's Report and Accompanying Notes

**NEWCOURT SECURITIES, LTD.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Newcourt Securities, Ltd. is registered as a broker-dealer in securities and futures transactions under the Securities Exchange Act of 1934. The Company is registered with the SEC and is approved by the N.A.S.D., Inc.

The Company clears all of its transactions through security clearing brokers. The Company acts as a broker-dealer and is exempt from Securities and Exchange Commission Rule 15c3-3 under paragraph k(2)(ii) since it uses other security firms for clearing.

Pursuant to an agreement between the Company and Merrill/Broadcort, Inc., all securities transactions of the Company and its customers are introduced and cleared on a fully disclosed basis through Merrill/Broadcort, Inc. The Company is exempt from provisions of Rule 15c3-3 and is not responsible for compliance with Section 4(c) of Regulation T of the Board of Governors of the Federal Reserve System, as all customers' accounts, as defined by such rules, are carried by Merrill/Broadcort, Inc.

The following is a summary of significant accounting policies followed by the Company:

**Securities Valuation**

Marketable securities are valued at market value as determined by the last reported sales price on the last business day of the year, with related changes in unrealized appreciation or depreciation reflected in net income. At December 31, 2006, the Company did not maintain a position in any marketable securities.

**Subchapter "S" Corporation**

Federal and NYS Corporation taxes have not been provided as the Company has elected subchapter "S" status and the shareholder included the Company's earnings on the individual tax return.

See Independent Auditor's Report

**NEWCOURT SECURITIES, LTD.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**Note 2 - Net Capital Requirements**

The Company is subject to the Securities and Exchange Commission's Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital of the greater of \$5,000 or 6-2/3% of total aggregate indebtedness for the N.A.S.D., Inc. and also requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 8 to 1. At December 31, 2006 the Company had net capital of \$237,477, which was \$232,477 in excess of the amount required.

**Note 3 - Reserve Requirements**

The Company does not hold funds or securities for, or owe money or securities to, customers. Therefore, the Company is exempt from the reserve requirements as defined by the Securities and Exchange Commission under Rule 15c3-3.

**Note 4 - Excess Net Capital**

The computation of net capital was compared to the computation of net capital reported on the Unaudited Focus Report as of December 31, 2006. There were no material differences in the computation of net capital of Newcourt Securities, Ltd.

See Independent Auditor's Report

**NEWCOURT SECURITIES, LTD.  
REPORT ON INTERNAL ACCOUNTING CONTROLS  
REQUIRED BY SEC RULE 17a-5  
AS OF DECEMBER 31, 2006**

Mr. Peter Lawrence  
Page 2 of 2  
February 28, 2007

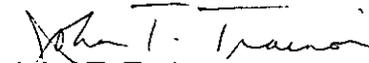
against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations to any internal accounting control procedures or the practices and procedures referred to above, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the degree of compliance with them may deteriorate.

My study and evaluation, made for the limited purpose described in the first paragraph, would not necessarily disclose all material weaknesses in the system of internal accounting control at Newcourt Securities, Ltd., taken as a whole. However, my study and evaluation disclosed no condition that I believe to be a material weakness.

I understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purpose in accordance with the Securities Exchange Commission Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding, and on my study, I believe that the Company's practices and procedures were adequate at December 31, 2006 to meet the Commission's objective.

This report is intended solely for the use of management, the Security Exchange Commission, and the National Association of Securities Dealers and should not be used for any other purpose.

  
John T. Trainor  
Certified Public Accountant

New Hyde Park, NY  
February 28, 2007